



Iowa Department of Human Services

Terry E. Branstad
Governor

Kim Reynolds
Lt. Governor

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Director

INFORMATIONAL LETTER NO.1656-MC

DATE: April 1, 2016

TO: Iowa Medicaid Federally Qualified Health Centers (FQHCs), Rural Health Clinics (RHCs), Indian Health Service (IHS) and Managed Care Organizations (MCOs)

FROM: Iowa Department of Human Services (DHS), Iowa Medicaid Enterprise (IME)

RE: IA Health Link- Managed Care Wraparound Services

EFFECTIVE: April 1, 2016

The IME has transitioned most Medicaid members to a new managed care program called IA Health Link effective April 1, 2016.

FQHCs, RHCs, and IHS providers are reimbursed for services to Medicaid members based on 100 percent of the Medicaid costs which are reasonable and related to the cost of furnishing services.

When an FQHC, RHC or IHS provides service under contract with an MCO, the IME will supplement the payment from the MCO to provide reasonable cost reimbursement, as specified in the Medicare cost reimbursement principles.

The [Managed Care Wraparound Payment Request](#) form¹ is to be used to document Medicaid encounters and differences in payments by the MCO and the regular Medicaid encounter payment. The form should be submitted no later than 30 days of the end of the previous calendar quarter and should include an Excel spreadsheet with the following information (see attached template spreadsheet):

- 1) Patient Name
- 2) Patient Medicaid State ID Number
- 3) Date of Service
- 4) CPT Codes (each code in separate column)
- 5) Billed Amount
- 6) Amount Paid by Managed Care Organization

Completed forms and supplemental Excel spreadsheets should be submitted to the IME Provider Cost Audit Unit via email at costaudit@dhs.state.ia.us. **Separate forms and Excel spreadsheets will be required for each MCO.**

If you have any questions, please contact the IME Provider Cost Audit Unit at 1-866-863-8610, locally in Des Moines at 515-256-4610, or by email at costaudit@dhs.state.ia.us.

¹ <http://dhs.iowa.gov/sites/default/files/470-3495.xls>